



CANYON GOLD
& GRAVEL

Shareholder Update

Number 1, October 2021

Gold & Gravel Assets Providing Real Returns

Dear Valued Shareholders,

Your company, Canyon Gold & Gravel has made exceptional progress given the conditions we are working under with the Government COVID 19 and Variant restrictions. First let me answer the questions that have been asked by our shareholders and potential investors:

1. What does the Company own?

- (a) Your company owns approximately 150 acres of fee simple land on the Fraser River within the District of Hope, BC, with 1,000 meters of river front. The property is only three minutes from downtown Hope, and 1.5 hours from Vancouver in non-peak traffic.
- (b) Canyon Gold owns the Deep Surface Rights giving us the rights to mine the gravel to depth. Note that there are only 2 of these rights remaining in BC.
- (c) Canyon Gold also owns the Placer Gold Rights, a rarity as only a few gravel mines possess this world wide.
- (d) Plus Hope is designated as a clean land fill area and Canyon Gold will charge tipping fees to arriving gravel trucks filled with clean lower mainland excavation fill.

2. What are the company's sources of income?

- (a) Sand and Gravel sales – estimated at 67% of the income
- (b) Gold sales – estimated 33% of the income
- (c) Clean fill tipping fees – a bonus revenue, which could be as high as an additional 15%

3. Does the company have any debt and what salaries are being paid?

Senior management is pleased to inform our investors we are debt free! As well management has not taken any salaries and continues to self-fund our business expenses. Seed money raised goes directly to our contracted professionals, legal matters, accounting for audit, permits, and CSE fees, etc. All offices and related office expenses are also being funded personally by the senior management.

4. When will we be public?

Canyon has submitted its preliminary application to the CSE (Canadian Securities Exchange) and is preparing the extensive documentation required to become a publicly trading company. We are now seeded as a Public Company and must follow the rules of the BCSC (BC Securities Commission) and the CSE, including GAP Audits.

We are estimating a Q1 of 2022 full listing approval by the CSE. You will have some shares free trading at opening and the rest are eligible for sale 3 months after listing.



Canyon Gold applies best practices in mining operations, providing environmentally sound conservation while delivering excellent value to our investors, partners, community, employees, and stakeholders.



CANYON GOLD & GRAVEL



Canyon Gold owns 150 acres of private land with placer gold rights and deep mining rights to mine and process high quality gravel.



5. When do I get my share certificates?

Once the seed shares are sold out, we expect by December, 2021, the company will close the sales and instruct the company's registrar to issue your shares, which will be delivered by first class mail. Your copy of the subscription agreement and risk acknowledgment are your receipt of proof of ownership. As well our securities lawyer and the CSE have copies of your subscription agreement.

6. When are we expected to be in production?

Management has completed and submitted our permits and mine plan to Front Desk BC, cleared and sent to the Gold Commissioner, cleared and sent to Mines who issue the permits. Mines have prioritized our application and we are out for consultation. Your President has taken a proactive role and has already contacted the various parties who will comment on our project to the government.

Our local First Nations have been offered a participation and we are actively pursuing an agreement with them. As we are private land this may be somewhat of a precedent setting agreement.

We are still waiting for CPR to address and install wood infill between the tracts for the old road temporary crossing in order to start pre-work on the site and the new road crossing which will be built to a less than 6 degree slope for the gravel and excavation fill trucks. With COVID as an excuse it is a frustrating process with these large bureaucratic organizations and government departments. Dealing with them requires patience, patience, patience!

Our first piece of equipment will arrive by late October and the old road will be upgraded to the CPR line.

We are still projecting a production start by third quarter 2022, a very fast timeline to put a producing mine into production and start generating cash flow.

Milestones Completed to Date

- Pre-production business plan
- Business plan
- Executive Summary
- Subscription Agreements and Risk Acknowledgements
- Pre-OM and Prospectus
- Management and Professional team in place
- 43-101 completed by Independent geologist for CSE
- CRA approval for Flow Through Shares
- Preliminary Submission to the CSE and BCSC
- Audit for accounting underway
- Permits submitted and paid to Front Desk BC, Gold Commissioner and the Mines Mine plan submitted
- CPR temporary old road access and new road gated crossing submitted
- Production agreement with Triple O Contractors agreement in process
- First Nations agreement submitted to Sto:lo Management

Thank you for your continued support!

Peter Osha, President and Brian L. Hauff, Managing Director



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